
BURLINGTON NORTHERN
GUARANTEED C&S EQUIPMENT TRUST OF 1972

6538
REGISTRATION NO. _____ Filed & Recorded

APR 3 1972 -9 50 AM

INTERSTATE COMMERCE COMMISSION

Equipment Trust Agreement

Dated as of April 1, 1972

AMONG

COLORADO NATIONAL BANK OF DENVER,
Trustee

THE COLORADO AND SOUTHERN
RAILWAY COMPANY

AND

BURLINGTON NORTHERN INC.

EQUIPMENT TRUST AGREEMENT, dated as of April 1, 1972, among COLORADO NATIONAL BANK OF DENVER, a national banking association organized under the laws of the United States of America, as Trustee (hereinafter called the Trustee), THE COLORADO AND SOUTHERN RAILWAY COMPANY, a Colorado corporation (hereinafter called the Railroad) and BURLINGTON NORTHERN INC., a Delaware corporation (hereinafter called the Guarantor).

WHEREAS, the Railroad has agreed to cause to be sold, transferred and delivered to the Trustee the railroad equipment described herein; and

WHEREAS, title to such railroad equipment is to be vested in and is to be retained by the Trustee, and such railroad equipment is to be leased to the Railroad hereunder until title is transferred under the provisions hereof; and

WHEREAS, Burlington Northern Guaranteed C&S Equipment Trust Certificates of 1972 (hereinafter called Trust Certificates), are to be issued and sold in an aggregate principal amount not exceeding \$10,770,000, and the net proceeds (as hereinafter defined) of such sale together with such other cash, if any, as may be required to be deposited by the Railroad as hereinafter provided is to constitute a fund equal to the aggregate principal amount of Trust Certificates so issued and sold to be known as BURLINGTON NORTHERN GUARANTEED C&S EQUIPMENT TRUST OF 1972 to be applied by the Trustee from time to time in part payment of the purchase price of the Trust Equipment, the remainder of the purchase price thereof to be paid out of advance rentals to be paid by the Railroad as provided herein; and

WHEREAS, the text of the Trust Certificates, the dividend warrants to be attached to the Trust Certificates with dividend warrants, and the guaranty to be endorsed thereon by the Railroad and the Guarantor are to be substantially in the following forms, respectively:

[FORM OF FULLY REGISTERED TRUST CERTIFICATE]

\$ No.

BURLINGTON NORTHERN
GUARANTEED C&S EQUIPMENT TRUST OF 1972

EQUIPMENT TRUST CERTIFICATE

Total Authorized Issue \$10,770,000

COLORADO NATIONAL BANK OF DENVER, Trustee

Dividends at the Rate of % Per Annum Payable
April 1 and October 1

Principal hereof payable April 1, 19

COLORADO NATIONAL BANK OF DENVER, as Trustee under an Equipment Trust Agreement dated as of April 1, 1972, among COLORADO NATIONAL BANK OF DENVER, Trustee (hereinafter called the Trustee), THE COLORADO AND SOUTHERN RAILWAY COMPANY (hereinafter called the Railroad) and BURLINGTON NORTHERN INC. (hereinafter called the Guarantor), hereby certifies that , or registered assigns, is entitled to an interest in the principal amount of \$ in BURLINGTON NORTHERN GUARANTEED C&S EQUIPMENT TRUST OF 1972 payable on April 1, 19 ,

upon presentation and surrender of this Certificate to the Trustee at its corporate trust office in the City of Denver, State of Colorado, or at the option of the person entitled thereto, at the office of the agency of the Trustee in the Borough of Manhattan, City and State of New York, and to payment, until said last mentioned date, of dividends on said principal amount at the rate of % per annum from the date hereof, payable semiannually on April 1 and October 1 in each year, by check mailed by the Trustee to the order of such person, or registered assigns, at such person's, or assignee's, address as shown by the books of the Trustee, with interest at the rate of % per annum on any unpaid principal and on any unpaid dividends to the extent that it shall be legally enforceable, all in such coin or currency of the United States of America as at the time of payment shall be legal tender for the payment of public and private debts, but payable only out of rentals or other moneys received by the Trustee and applicable to such payment under the provisions of said Agreement.

This Certificate is one of an issue of Certificates of serial maturities, having an aggregate principal amount not exceeding \$10,770,000, all issued or to be issued under and subject to the terms of said Agreement, under which certain railroad equipment leased to the Railroad (or, in lieu thereof, cash or bonds, notes or other direct obligations of the United States of America or for which the faith of the United States is pledged to provide for the payment of interest and principal, as provided in said Agreement) is held by the Trustee in trust for the benefit of the holders of the interests represented by said Certificates, to which Agreement (a copy of which is on file with the Trustee at its corporate trust office in the City of Denver, State of Colorado) reference is made for a full

statement of the rights and obligations of the Railroad and the Guarantor, the duties and immunities of the Trustee and the rights of the holder hereof thereunder.

The Certificates are issuable as bearer Certificates with dividend warrants attached, registrable as to principal, in the denomination of \$1,000, and as fully registered Certificates in the denominations of \$1,000 and any multiple of \$1,000. The Certificates with dividend warrants and the fully registered Certificates are interchangeable without charge upon presentation thereof at said office of the Trustee, but only in the manner and subject to the limitations provided in said Agreement.

This Certificate is transferable by the registered holder hereof in person or by duly authorized attorney on the books of the Trustee upon surrender to the Trustee at its said office of this Certificate accompanied by a written instrument of transfer, duly executed by the registered holder in person or by such attorney, in form satisfactory to the Trustee, and thereupon a new fully registered Certificate or Certificates in authorized denominations for the same aggregate principal amount and having the same date of maturity will be issued to the transferee in exchange herefor. The Trustee, the Railroad and the Guarantor may treat the person in whose name this Certificate is registered as the absolute owner hereof for the purpose of receiving payment of principal and dividends and for all other purposes, and shall not be affected by any notice to the contrary.

In case of default in the performance or observance of any of the covenants of the Railroad or the Guarantor in said Agreement contained the principal amount represented by this Certificate may be declared due and payable, as provided in said Agreement.

IN WITNESS WHEREOF, the Trustee has caused this Certificate to be signed by the facsimile signature of one of its Vice Presidents and its corporate seal, in facsimile, to be hereunto affixed and to be attested by one of its Trust Officers or Assistant Trust Officers.

Dated as of:

COLORADO NATIONAL BANK
OF DENVER,
Trustee,

By
Vice President

ATTEST:

.....
Trust Officer.

[FORM OF GUARANTY FOR FULLY REGISTERED
TRUST CERTIFICATE]

THE COLORADO AND SOUTHERN RAILWAY COMPANY and BURLINGTON NORTHERN INC., for valuable consideration, hereby jointly and severally unconditionally guarantee to the registered holder of the within Certificate the prompt payment of the principal of said Certificate and of the dividends thereon specified in said Certificate, with interest at the date of % per annum on any unpaid principal and dividends to the extent legally enforceable, all in accordance with the terms of said

Certificate and the Equipment Trust Agreement referred to therein.

THE COLORADO AND SOUTHERN
RAILWAY COMPANY,

By
President,
BURLINGTON NORTHERN INC.,

By
Vice President.

[FORM OF TRUST CERTIFICATE WITH DIVIDEND WARRANTS]

\$1,000

No.

BURLINGTON NORTHERN
GUARANTEED C&S EQUIPMENT TRUST OF 1972

EQUIPMENT TRUST CERTIFICATE

Total Authorized Issue \$10,770,000

COLORADO NATIONAL BANK OF DENVER, Trustee

Dividends at the Rate of % Per Annum Payable

April 1 and October 1

Principal hereof payable April 1, 19

COLORADO NATIONAL BANK OF DENVER, as Trustee under
an Equipment Trust Agreement dated as of April 1, 1972,

among COLORADO NATIONAL BANK OF DENVER, Trustee (hereinafter called the Trustee), THE COLORADO AND SOUTHERN RAILWAY COMPANY (hereinafter called the Railroad) and BURLINGTON NORTHERN INC. (hereinafter called the Guarantor), hereby certifies that the bearer, or, if this Certificate is registered as to principal, the registered holder hereof, is entitled to an interest in the principal amount of \$1,000 in BURLINGTON NORTHERN GUARANTEED C&S EQUIPMENT TRUST OF 1972, payable on April 1, 19 , upon presentation and surrender of this Certificate to the Trustee at its corporate trust office in the City of Denver, State of Colorado, or at the option of the person entitled thereto, at the office of the agency of the Trustee, in the Borough of Manhattan in the City and State of New York, and to payment, until said last mentioned date, of dividends on said principal amount at the rate of % per annum from April 1, 1972, semiannually on April 1 and October 1 in each year, according to the tenor of the dividend warrants hereto annexed, upon presentation and surrender of such warrants as they severally mature, with interest at the rate of % per annum on any unpaid principal and on any unpaid dividends to the extent that it shall be legally enforceable, all in such coin or currency of the United States of America as at the time of payment shall be legal tender for the payment of public and private debts, but payable only out of rentals or other moneys received by the Trustee and applicable to such payment under the provisions of said Agreement.

This Certificate is one of an issue of Certificates of serial maturities, having an aggregate principal amount not exceeding \$10,770,000, all issued or to be issued under and sub-

ject to the terms of said Agreement, under which certain railroad equipment leased to the Railroad (or, in lieu thereof, cash or bonds, notes or other direct obligations of the United States of America or for which the faith of the United States is pledged to provide for the payment of interest and principal, as provided in said Agreement) is held by the Trustee in trust for the benefit of the holders of the interests represented by said Certificates, to which Agreement (a copy of which is on file with the Trustee at its corporate trust office in the City of Denver, State of Colorado) reference is made for a full statement of the rights and obligations of the Railroad and the Guarantor, the duties and immunities of the Trustee and the rights of the holder hereof thereunder.

The Certificates are issuable as bearer Certificates with dividend warrants attached, registrable as to principal, in the denomination of \$1,000, and as fully registered certificates in the denominations of \$1,000 and any multiple of \$1,000. The Certificates with dividend warrants and the fully registered Certificates are interchangeable without charge upon presentation thereof at said office of the Trustee, but only in the manner and subject to the limitations provided in said Agreement.

This Certificate may be registered as to principal at the corporate trust office of the Trustee in the City of Denver, State of Colorado, in the name of the holder hereof, and such registration noted hereon by the Trustee. Thereafter title to the interest represented by this Certificate shall pass only by transfer registered at said office unless and until a transfer to bearer shall have been similarly registered and noted hereon. Such registration shall apply only to the principal of this Certificate and not to the dividend warrants hereunto

attached, which shall continue to be payable to bearer and transferable by delivery.

Every taker and holder of this Certificate and of the attached warrants, by accepting the same, agrees with the Trustee, the Railroad, the Guarantor and every subsequent taker and holder hereof and thereof that this Certificate (unless registered in the name of the holder) and such warrants shall be transferable with the same effect as in the case of a negotiable instrument payable to bearer, by delivery by any person having possession of the same, respectively, however such possession may have been acquired; and the Trustee, the Railroad and the Guarantor may treat the bearer of this Certificate, or the registered holder hereof if this Certificate be registered in his name as above provided, and the bearer of any dividend warrant attached hereto whether or not this Certificate be so registered, as the absolute owner of this Certificate or of said warrants, as the case may be, for all purposes, and shall not be affected by any notice to the contrary.

In the case of default in the performance or observance of any of the covenants of the Railroad or the Guarantor in said Agreement contained, the principal amount represented by this Certificate may be declared due and payable, as provided in said Agreement.

IN WITNESS WHEREOF, the Trustee has caused this Certificate to be signed by the facsimile signature of one of its Vice Presidents and its corporate seal, in facsimile, to be hereunto affixed and to be attested by one of its Trust Officers or Assistant Trust Officers and dividend warrants bearing the

facsimile signature of its Vice President to be attached hereto,
as of April 1, 1972.

COLORADO NATIONAL BANK
OF DENVER,
Trustee,

By
Vice President

ATTEST:

.....
Trust Officer.

[FORM OF DIVIDEND WARRANT]

\$..... No.

Due to the bearer hereof on the first day of 19 ,
on surrender hereof at the corporate trust office of the under-
signed Trustee in the City of Denver, State of Colorado, or at
the agency of the Trustee in the City of New York, New
York, \$. , being the semiannual dividend then due on
Certificate No. of BURLINGTON NORTHERN GUARAN-
TEED C&S EQUIPMENT TRUST OF 1972, payable only out of
rentals or other moneys received by the undersigned and ap-
plicable to such payment under the provisions of the Equip-
ment Trust Agreement dated as of April 1, 1972, referred
to in said Certificate and as therein provided.

COLORADO NATIONAL BANK
OF DENVER,
Trustee,

By
Vice President

[FORM OF GUARANTY FOR TRUST CERTIFICATE WITH
DIVIDEND WARRANTS]

THE COLORADO AND SOUTHERN RAILWAY COMPANY and BURLINGTON NORTHERN INC., for valuable consideration, hereby jointly and severally unconditionally guarantee to the bearer or registered holder of the within Certificate, and to the bearer or bearers of the dividend warrants appertaining thereto, respectively, the prompt payment of the principal of said Certificate, and of the dividends thereon specified in the dividend warrants thereto attached, with interest at the rate of $\frac{7}{8}$ per annum on any unpaid principal and dividends to the extent legally enforceable, all in accordance with the terms of said Certificate and the Equipment Trust Agreement referred to therein.

THE COLORADO AND SOUTHERN
RAILWAY COMPANY,

By
President,

BURLINGTON NORTHERN INC.,

By
Vice President.

WHEREAS, it is desired to secure to the holders of the Trust Certificates the payment of the principal thereof in 15 equal annual installments payable serially on April 1 in each year beginning April 1, 1973, and ending April 1, 1987, both inclusive, as hereinafter more particularly provided, with dividends to said dates of maturity, respectively, as hereinafter

provided, payable semiannually on April 1 and October 1 in each year, and to evidence the rights of the holders of the Trust Certificates in substantially the form hereinbefore set forth;

NOW, THEREFORE, in consideration of the mutual covenants and promises herein contained, the parties hereto hereby agree as follows:

ARTICLE I

DEFINITIONS

For all purposes of this Agreement, unless the context otherwise requires:

Affiliate of the Railroad shall mean any corporation which directly or indirectly controls or is controlled by, or is under common control with, the Railroad. For the purposes of this definition, *control* (including *controlled by and under common control with*), as used with respect to any corporation, shall mean the possession, directly or indirectly, of the power to direct or cause the direction of the management and policies of such corporation, whether through the ownership of voting securities or by contract or otherwise.

Cost, when used with respect to Equipment, shall mean the actual cost thereof, as evidenced by the vendor's invoice or invoices with respect thereto, and shall include only such items as may properly be included in such cost under the Interstate Commerce Commission's Uniform System of Accounts for Railroad Companies, as in effect at the time in question, or the accounting rules of such other Federal government authority having jurisdiction over the accounts of the Railroad, or to the extent not determined thereby or in case there be no

such accounting rules of the Interstate Commerce Commission or other Federal authority in effect at such time, sound accounting practice.

Deposited Cash shall mean the aggregate of (a) cash on deposit with the Trustee as provided in the first sentence of Section 2.1 hereof, (b) any advance rental on deposit with the Trustee pursuant to Section 4.4(A) (1) hereof, (c) any sums restored to Deposited Cash from rentals pursuant to Section 4.4(B) (1) (b) hereof and on deposit with the Trustee and (d) when required or indicated by the context, any Government Securities purchased by the use of Deposited Cash pursuant to the provisions of Section 7.8 hereof and held by the Trustee.

Equipment means new standard-gauge railroad equipment, other than passenger equipment or work equipment of types other than locomotives.

The *Fair Value* of any unit of Trust Equipment shall be deemed to be the Cost thereof, less an amount representing depreciation on such unit arising from reasonable wear and tear to be determined by the method in use at the time in standard railroad practice for determining such depreciation (but in no event exceeding 1/15th of the Cost thereof per annum.

Government Securities shall mean bonds, notes or other direct obligations of the United States of America or for which the faith of the United States is pledged to provide for the payment of the interest and principal.

Guarantor shall mean Burlington Northern Inc., its successors and assigns.

The word *holder*, when used with respect to Trust Certificates, shall include the plural as well as the singular number

from time to time do and perform any other act and will execute, acknowledge, deliver, file, register and record any and all further instruments required by law or reasonably requested by the Trustee for the purposes of proper protection of the title of the Trustee and the rights of the holders of the Trust Certificates and of fully carrying out and effectuating this Agreement and the intent hereof; and the Railroad will promptly furnish to the Trustee certificates or other evidences of filing and recording pursuant to the last preceding sentence, and of any other such filing, registration and recording, and an Opinion or Opinions of Counsel with respect thereto.

SECTION 6.5. The Railroad covenants and agrees from time to time to do all such acts and execute all such instruments of further assurance as it shall be reasonably requested by the Trustee to do or execute for the purpose of fully carrying out and effectuating this Agreement and the intent hereof.

SECTION 6.6. The Railroad covenants that it will make payment of the rentals on account of the Trust Equipment as provided in this Agreement notwithstanding that any of the Trust Certificates and dividend warrants shall have been acquired by the Railroad or shall not have been presented for payment.

ARTICLE VII

THE TRUSTEE

SECTION 7.1. The Trustee hereby accepts the trusts imposed upon it by this Agreement, and covenants and agrees to perform the same as herein expressed.

SECTION 7.2. The Trustee covenants and agrees to apply and distribute the rentals received by it under Section 4.4(B)

hereof (other than sums restored to Deposited Cash from rentals pursuant to Section 4.4(B)(1) hereof) when and as the same shall be received, and to the extent that such rentals shall be sufficient therefor, for the purposes specified in said Section 4.4(B).

SECTION 7.3. The Trustee shall cause to be kept in the City of Denver, State of Colorado, books for the registration and transfer of the Trust Certificates; and upon presentation for such purpose the Trustee will register or cause to be registered as hereinbefore provided, under such reasonable regulations as it may prescribe, any of the Trust Certificates, but not the dividend warrants, if any, attached thereto.

SECTION 7.4. The Trustee shall not be required to undertake any act or duty in the way of insuring, taking care of or taking possession of the Trust Equipment or to undertake any other act or duty under this Agreement until fully indemnified by the Railroad or by one or more of the holders of the Trust Certificates against all liability and expenses. The Trustee shall not be responsible for the filing or recording or refiling or rerecording of this Agreement, of any supplement hereto or of any statement of new numbers. The Trustee may issue and deliver Trust Certificates in advance of such filing or recording. In accepting delivery of and making payment for the Trust Equipment hereunder, or in accepting any cash payable hereunder in respect of Trust Equipment, the Trustee may rely upon and shall be fully protected by the certificates, bills of sale and Opinions of Counsel to be furnished to it under Section 3.4, 4.7 or 4.9 hereof, as the case may be, and shall not be required to make any further investigation of or inquiry concerning the matters covered thereby.

SECTION 7.5. The Trustee shall be under no obligation to take any action for the execution or enforcement of the trust hereby created unless requested thereunto in writing by the holders of not less than 25% in principal amount of the then outstanding Trust Certificates and unless indemnified to its satisfaction against expense and liability with respect thereto, and unless also furnished with proof satisfactory to it as to the ownership of the Trust Certificates in respect of which any such request may be made; but this provision, in the absence of such request, shall not affect any discretion herein given to the Trustee to determine whether it shall take action in respect of any default hereunder or what action it shall take.

SECTION 7.6. No holder of any Trust Certificate or dividend warrant shall have any right to institute any suit, action or proceeding for the execution and enforcement of the trust hereby created unless, after the aforesaid request in writing by the holders of not less than 25% in principal amount of the then outstanding Trust Certificates shall have been made to the Trustee, and after indemnity satisfactory to it shall have been provided, and after 90 days shall have elapsed after receipt by the Trustee of such request, it shall decline, fail or neglect to institute any proceedings pursuant thereto. Neither the provisions of this Section 7.6 nor the provisions of Section 7.5 hereof shall affect or limit in any way the obligations of the Guarantor under its guaranty hereinabove provided or the rights of the holders of Trust Certificates or dividend warrants to institute suit for the enforcement of payments due under said guaranty in respect of the Trust Certificates or dividend warrants.

SECTION 7.7. The Trustee may for all purposes conclusively assume that the Railroad is not in default under the terms hereof until notified in writing to the contrary by the holders of at least 10% in principal amount of the then outstanding Trust Certificates, which notice shall distinctly specify the event of default desired to be brought to the attention of the Trustee. As to any fact or matter the manner of determining which is not specifically prescribed herein, the Trustee may for all purposes rely upon an Officer's Certificate as to such fact or matter. The Trustee shall not incur any liability to anyone in relying conclusively on, and in acting upon, any notice, consent, order, certificate, warrant or other paper or instrument believed by it to be genuine or authentic and to be signed by the proper party or parties.

SECTION 7.8. Any money at any time paid to or held by the Trustee hereunder until paid out by the Trustee as herein provided may be carried as a general deposit and need not be segregated from other funds except to the extent required by law. The Trustee shall not be under any liability for interest on any moneys received by it hereunder except such as it may agree with the Railroad to pay thereon.

At any time, and from time to time, if at the time there shall be no default under the terms of this Agreement or of any supplement hereto, the Trustee, on Request, shall invest and reinvest Deposited Cash and Replacement Funds held by it in such Government Securities as are set forth in such Request, such Government Securities to be held by the Trustee in trust for the benefit of the holders of the Trust Certificates and dividend warrants.

The Trustee may, and on Request shall, in the event funds are required for payment against delivery of any Equipment,

sell such Government Securities, or any portion thereof, and restore to Deposited Cash or Replacement Funds, as the case may be, the proceeds of any such sale up to the amount paid for such Government Securities, including accrued interest.

The Trustee shall restore to Deposited Cash or Replacement Funds, as the case may be, out of rent received by it for that purpose under the provisions of Section 4.4(B)(1) hereof, an amount equal to any expenses incurred in connection with any purchase or sale of Government Securities and also an amount equal to any loss of principal incident to the sale or redemption of any Government Securities for a sum less than the amounts paid therefor, including accrued interest. The Railroad, if not in default under the terms hereof or any supplement hereto, shall be entitled to receive any interest or profit which may be realized from any sale or redemption of Government Securities or any portion thereof.

SECTION 7.9. The Trustee shall not be liable to anyone for any delay in the delivery of any of the Trust Equipment, or for any default on the part of the vendor or vendors thereof or of the Railroad or Guarantor, or for any defect in any of the Trust Equipment or in the title thereto, nor shall anything herein be construed as a warranty on the part of the Trustee in respect thereof or as a representation in respect of the value thereof or in respect of the title thereto.

The Trustee may perform its powers and duties hereunder by or through such attorneys, agents and servants as it shall appoint, and shall be entitled to rely upon the advice of counsel (who may be counsel to the Railroad), and shall be answerable only for its own acts, negligence and wilful defaults and not for the default or misconduct of any attorney, agent or servant appointed by it with reasonable care. The Trustee shall

not be responsible in any way for the recitals herein contained or for the execution or validity of this Agreement or of the Trust Certificates (except for its own execution thereof), or for the guaranty by the Railroad or the Guarantor, or for any mistake of fact or law.

The Trustee shall be entitled to receive payment of all its expenses and disbursements hereunder, including reasonable counsel fees, and to receive reasonable compensation for all services rendered by it in the execution of the trust hereby created, all of which shall be paid by the Railroad.

The Trustee in its individual capacity may own, hold and dispose of Trust Certificates and dividend warrants with the same rights which it would have if it were not Trustee.

Any moneys at any time held by the Trustee hereunder shall, until paid out or invested by the Trustee as herein provided, be held by it in trust as herein provided for the benefit of the holders of the Trust Certificates and dividend warrants.

SECTION 7.10. If at any time the Trustee or any successor to it in the trust hereby created shall desire to divest itself of title to the Trust Equipment, and to terminate its duties and obligations and rights hereunder and under the Trust Certificates, it shall so notify the Railroad in writing, and the Railroad shall thereupon designate in writing to the Trustee a bank or a trust company, qualified as below specified, to serve until a successor is appointed by the holders of Trust Certificates as hereinafter provided, to which may be assigned the entire right, title and interest of the Trustee or such successor in the Trust Equipment, and in which may be vested the rights, powers, duties and obligations of the Trustee hereunder and under the Trust Certificates. Upon the transfer and

delivery of all moneys and Trust Equipment held by the retiring trustee, and the execution by the retiring trustee of such instruments of transfer as may be reasonably requested by the successor trustee, and upon acceptance by the successor trustee of the assignment and of the trust, the retiring trustee shall be relieved and discharged of all the title, rights, powers, duties and obligations of the trust hereunder and under the Trust Certificates, and the same shall become vested in such successor trustee, and every provision hereof applicable to the retiring trustee shall apply to such successor trustee with like effect as if such successor trustee had been originally named herein in the place and stead of the retiring trustee. In the event that the Railroad shall fail to designate such a successor trustee by instrument in writing delivered to the retiring trustee within two weeks from the time of receiving such notice in writing from the retiring trustee, the retiring trustee may thereupon designate such successor trustee. The foregoing provisions are, however, subject to the right of the holders of the majority in principal amount of the then outstanding Trust Certificates by an instrument in writing to appoint any successor trustee, if such appointment is made within one year from the date of the giving of such notice to the Railroad. The Railroad shall execute all writings recognizing the transfer of title as aforesaid and all instruments of further assurance or otherwise as reasonably may be requested by the successor trustee in the premises, and will do and perform any and all acts necessary to establish and maintain the title and rights of the successor trustee in and to the Trust Equipment. Every successor trustee shall be a national bank, or bank or a trust company doing business in the Borough of Manhattan, City and State of New York, having a capital and surplus aggregating at least \$10,000,000, if there be such a bank or

trust company willing and able to accept the trust upon reasonable and customary terms and duly qualified to act as such trustee.

SECTION 7.11. Any corporation resulting from any merger or consolidation to which the Trustee or any successor to it shall be a party, or any corporation in any manner succeeding to all or substantially all the business of the Trustee or any successor trustee, provided such corporation shall be a national bank, or a bank or a trust company doing business in the Borough of Manhattan, City and State of New York, and shall have a capital and surplus aggregating at least \$10,000,000, shall be the successor trustee hereunder without the execution or filing of any paper or any further act on the part of any of the parties hereto, anything herein to the contrary notwithstanding.

SECTION 7.12. Notwithstanding any provision of this Agreement, any moneys paid to the Trustee which are applicable to the payment of the principal of or dividend on any Trust Certificates which remain unclaimed for five years after the day when such moneys were due and payable shall then be repaid to the Railroad upon Request, and the holders of such Trust Certificates shall thereafter be entitled to look only to the Railroad for payment thereof and all liability of the Trustee with respect to such moneys shall thereupon cease; *provided, however*, that before the repayment of such moneys to the Railroad as aforesaid, the Trustee may first publish a notice, in such form as may be deemed appropriate by the Trustee, in respect of the Trust Certificates so payable and not presented and in respect of the provisions hereof relating to the repayment to the Railroad of the moneys held for the payment thereof.

ARTICLE VIII

MISCELLANEOUS

SECTION 8.1. Any request or other instrument provided by this Agreement to be signed or executed by holders of Trust Certificates may be in any number of concurrent instruments of similar tenor, and may be executed by such holders in person or by an agent or attorney appointed by an instrument in writing. Proof of the execution of any such request or other instrument, or of a writing appointing any such agent or attorney, or of the holding by any person of Trust Certificates, shall be sufficient for any purpose hereof and shall be conclusive in favor of the Trustee with regard to any action taken by the Trustee under such request or other instrument if made in the following manner:

(a) The fact and date of the execution by any person of any such request or of any other instrument in writing may be proved by the affidavit of a witness to such execution, or by the certificate of any notary public or of any other officer authorized to take acknowledgments of deeds to be recorded in the state where the acknowledgment may be taken, certifying that the person signing such request or other instrument acknowledged to him the execution thereof.

(b) The amount and serial numbers of Trust Certificates with dividend warrants not registered as to principal held by any person executing any such request or other instrument as a holder of Trust Certificates, and the date of his holding the same, may be proved by a certificate executed by any trust company, bank or other depository, wheresoever situated, whose certificate shall be deemed by the Trustee to be satisfactory, showing that

at the date therein mentioned such person had on deposit with or exhibited to such depositary the Trust Certificates numbered and described in such certificate. The Trustee may presume the continuance of any such holding unless and until it shall receive proof satisfactory to it to the contrary.

(c) The ownership of fully registered Trust Certificates and Trust Certificates with dividend warrants registered as to principal shall be determined by the registry books to be kept as provided in Section 7.3 hereof.

SECTION 8.2. Nothing expressed or implied herein is intended or shall be construed to confer upon or to give to any person, firm or corporation, other than the parties hereto and the holders of the Trust Certificates and dividend warrants, any right, remedy or claim under or by reason of this Agreement or of any term, covenant or condition hereof, and all the terms, covenants, conditions, promises and agreements contained herein shall be for the sole and exclusive benefit of the parties hereto and their successors and of the holders of the Trust Certificates and dividend warrants.

SECTION 8.3. Except as otherwise provided herein, the provisions of this Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective successors and assigns.

SECTION 8.4. All demands, notices and communications hereunder shall be in writing and shall be deemed to have been duly given if personally delivered or mailed by registered mail (a) to the Railroad at 509 Seventeenth Street, Denver, Colorado, 80217, or at such other address as may hereafter be furnished to the Trustee and the Guarantor in writing by the

Railroad, (b) to the Guarantor, at 176 East Fifth Street, St. Paul, Minnesota 55101, or at such other address as may hereafter be furnished to the Railroad and the Trustee in writing by the Guarantor and (c) to the Trustee, at Seventeenth and Champa Streets, Denver, Colorado 80217, or at such other address as may hereafter be furnished to the Railroad and the Guarantor in writing by the Trustee. An affidavit by any person representing or acting on behalf of the Railroad, the Guarantor or the Trustee, as to such mailing, having the registry receipt attached, shall be conclusive evidence of the giving of such demand, notice or communication.

SECTION 8.5. This Agreement has been executed in several counterparts, each of which shall be deemed to be an original, and all such counterparts shall together constitute but one and the same instrument.

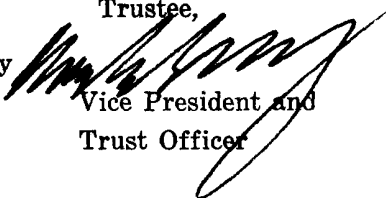
SECTION 8.6. This Agreement shall be deemed to have been executed on the date of the acknowledgment thereof by the officer of the Trustee who signed it on behalf of the Trustee.


SECTION 8.7. The provisions of this Agreement, and all the rights and obligations of the parties hereunder, shall be governed by the laws of the State of New York.

IN WITNESS WHEREOF, the parties hereto have caused their names to be signed hereto by their respective officers thereunto duly authorized and their respective corporate seals, duly

attested, to be hereunto affixed as of the day and year first written.

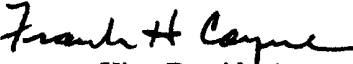
COLORADO NATIONAL BANK
OF DENVER,


Trustee,
By 
Vice President and
Trust Officer

Attest: 
Assistant Secretary
Trust Officer

(Corporate Seal)

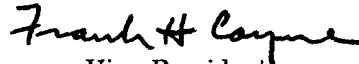
THE COLORADO AND SOUTHERN
RAILWAY COMPANY,

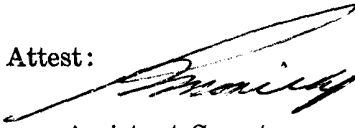
By 
Vice President

Attest: 
Assistant Secretary

(Corporate Seal)

BURLINGTON NORTHERN INC.,

By 
Vice President

Attest: 
Assistant Secretary

(Corporate Seal)

STATE OF COLORADO }
COUNTY OF DENVER } ss.:

On this 30th day of March, 1972, before me personally appeared Charles H. Henry to me personally known, who, being by me duly sworn, says that he is a Vice President and Trust Officer of the COLORADO NATIONAL BANK OF DENVER, that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

Notary Public

My commission expires: May 14, 1973

(Notarial Seal)

Audrey M. Rosenbach

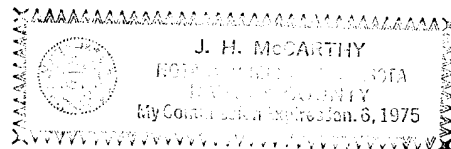
STATE OF MINNESOTA }
COUNTY OF RAMSEY } ss.:

On this 29th day of March, 1972, before me personally appeared Frank H. Coyne to me personally known, who, being by me duly sworn, says that he is a Vice President of THE COLORADO AND SOUTHERN RAILWAY COMPANY, that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

J. H. McCarthy
Notary Public

My commission expires:

(Notarial Seal)



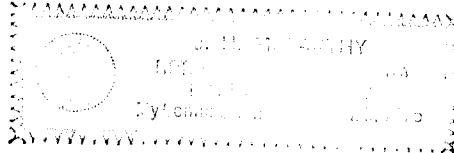
STATE OF MINNESOTA }
 COUNTY OF RAMSEY } ss.:

On this ^{29th} day of *March*, 1972, before me personally appeared *Frank H. Coyne* to me personally known, who, being by me duly sworn, says that he is a Vice President of BURLINGTON NORTHERN INC., that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

J. H. McCarthy
 Notary Public

My commission expires:

(Notarial Seal)



nection with any purchase, sale or redemption by the Trustee of Government Securities;

(2) Any and all taxes, assessments and governmental charges upon or on account of the income or property of the trust, or of this Agreement, which the Trustee as such may be required to pay;

(3) (a) The amounts of the dividends payable on the Trust Certificates, when and as the same shall become payable, and (b) interest at the Penalty Rate from the due date, upon the amount of any instalments of rental payable under this subparagraph (3) and the following subparagraph (4) which shall not be paid when due, to the extent legally enforceable; and

(4) The principal of the Trust Certificates, when and as the same shall become payable, whether upon the respective stated dates of maturity thereof or otherwise under the provisions thereof or of this Agreement.

Nothing herein or in the Trust Certificates contained shall be deemed to impose on the Trustee, the Railroad or the Guarantor any obligation to pay to the holder of any Trust Certificate or dividend warrant any tax, assessment or governmental charge required by any present or future law of the United States of America or of any state, county, municipality or other taxing authority thereof to be paid in behalf of, or withheld from the amount payable to, the holder of any Trust Certificate or dividend warrant. The Railroad shall not be required to pay any tax, assessment or governmental charge so long as it shall in good faith and by appropriate legal proceedings contest the validity thereof, unless in the judgment of the Trustee the rights or interests of the Trustee or of the holders of the Trust Certificates or dividend warrants may be materially endangered thereby.

SECTION 4.5. At the termination of the lease provided herein and after all payments due or to become due from the Railroad hereunder shall have been completed and fully made to the Trustee, (1) such payments shall be applied and treated as purchase money and as the full purchase price of the Trust Equipment, (2) any moneys remaining in the hands of the Trustee after providing for all outstanding Trust Certificates and dividend warrants and after paying the expenses of the Trustee, including its reasonable compensation, shall be paid to the Railroad, (3) title to all the Trust Equipment shall vest in the Railroad, and (4) the Trustee shall execute for record in public offices, at the expense of the Railroad, such instrument or instruments in writing as reasonably shall be requested by the Railroad in order to make clear upon public records the title of the Railroad to all the Trust Equipment under the laws of any jurisdiction; *provided, however, that* until that time title to the Trust Equipment shall not pass to or vest in the Railroad, but title to and ownership of all the Trust Equipment shall be and remain in the Trustee, notwithstanding the delivery of the Trust Equipment to and the possession and use thereof by the Railroad.

SECTION 4.6. The Railroad agrees that as soon as reasonably practicable after the delivery to the Railroad of each unit of the Trust Equipment, there shall be plainly, distinctly, permanently and conspicuously placed and fastened upon each side of such unit a metal plate bearing the following words or such words shall be otherwise plainly, distinctly, permanently and conspicuously marked on each side of such unit, in either case in letters not less than one half inch in height:

**“OWNED BY A BANK OR TRUST COMPANY UNDER A SECURITY
AGREEMENT FILED UNDER THE INTERSTATE COMMERCE ACT,
SECTION 20c.”**

Such plates or marks shall be such as to be readily visible and as to indicate plainly the Trustee's ownership of each unit of the Trust Equipment. In case, prior to the termination of the lease provided for herein, any of such plates or marks shall at any time be removed, defaced or destroyed, the Railroad shall as soon as reasonably practicable thereafter cause the same to be restored or replaced. The Railroad shall not change or permit to be changed, the numbers of any of the Trust Equipment at any time covered hereby (or any numbers which may have been substituted as herein provided except in accordance with a statement of new numbers to be substituted therefor which previously shall have been filed by the Railroad with the Trustee and filed and recorded with the Interstate Commerce Commission in accordance with Section 20c of the Interstate Commerce Act.

The Trust Equipment may be lettered with the name or initials of the Railroad or of any Affiliate which, as hereinafter provided, is permitted to use the Trust Equipment, or in some other appropriate manner, for convenience of identification. During the continuance of the lease provided for herein, the Railroad shall not allow the name of any person, association or corporation to be placed on any of the Trust Equipment as a designation which might be interpreted as a claim of ownership thereof by the Railroad or by any person, association, or corporation other than the Trustee.

SECTION 4.7. The Railroad agrees that it will maintain and keep all the Trust Equipment in good order and proper

repair at its own cost and expense, unless and until worn out, unsuitable for use, lost or destroyed. Whenever any of the Trust Equipment shall be worn out, lost or destroyed or become unsuitable for use, the Railroad shall forthwith deliver to the Trustee an Officer's Certificate describing such Trust Equipment and stating the then Fair Value thereof and shall deposit with the Trustee an amount in cash equal to such Fair Value. The rights and remedies of the Trustee to enforce or to recover any of the rental payments shall not be affected by reason of such wearing out, unsuitableness for use, loss or destruction. Cash deposited with the Trustee pursuant to this Section 4.7 shall be held and applied as provided in Section 4.9 hereof.

The Railroad covenants and agrees to furnish to the Trustee, whenever required by the Trustee, and at least once in every calendar year following the calendar year in which occurs the first delivery of any of the Trust Equipment and during the continuance of the lease provided for herein, an Officer's Certificate stating (1) the amount, description and numbers of the Trust Equipment then covered hereby, (2) the amount, description and numbers of all that may have become worn out, or that may have become unsuitable for use or lost or destroyed by accident or otherwise since the date of the last preceding statement, and (3) that in the case of all Trust Equipment repainted or repaired since the date of the last preceding statement the plates or marks required by Section 4.6 hereof have been preserved, or that the same when repainted or repaired have been again plated or marked as required thereby. The Trustee, by its agents, shall have the right once in each calendar year, but shall be under no duty, to inspect, at

the expense of the Railroad, the Trust Equipment, and the Railroad covenants in that event to furnish to the Trustee all reasonable facilities for the making of such inspection.

SECTION 4.8. The Railroad, so long as it is not in default hereunder, shall be entitled to the possession of the Trust Equipment from and after delivery thereof to the Railroad, and the use thereof upon the lines of railroad owned or operated by the Railroad (either alone or jointly with another) or by any Affiliate, or upon lines over which the Railroad or any Affiliate shall have trackage or other operating rights, and the Railroad shall also be entitled to permit the use of the Trust Equipment upon other carriers in the usual interchange of traffic and upon other carriers over which service may from time to time be afforded, but only upon and subject to all the terms and conditions of this Agreement.

The Railroad shall not, without first obtaining the written consent of the Trustee, assign or transfer its rights hereunder, or transfer or sublet the Trust Equipment or any part thereof except to an Affiliate; and the Railroad shall not, without such written consent, except as provided in this Section 4.8, part with the possession of, or suffer or allow to pass out of its possession or control, any of the Trust Equipment. An assignment or transfer to a railroad company or other purchaser which shall acquire all or substantially all the lines of railroad of the Railroad, and which, by execution of an appropriate instrument satisfactory to the Trustee, shall assume and agree to perform each of and all the obligations and covenants

of the Railroad hereunder, shall not be deemed a breach of this covenant.

SECTION 4.9. Any units of the Trust Equipment which shall have become worn out or unsuitable in any respect for the use of the Railroad may be released, and it is hereby mutually agreed that at any time hereafter until title thereto shall become vested in the Railroad the Trustee will release any such units of the Trust Equipment upon the filing with it of a Request and an Officer's Certificate which shall describe such units, shall state the date when each of such units was first put into service, shall state that such units have become worn out or unsuitable for the use of the Railroad, shall state the selling price thereof, and shall specify the then Fair Value thereof. No such release shall be made unless and until the Railroad shall have paid to the Trustee an amount equal to such selling price or Fair Value, whichever shall be greater.

Any moneys paid to the Trustee pursuant to this Section 4.9 or Section 4.7 hereof or the last paragraph of Section 3.4 hereof (all of such moneys being herein called Replacement Funds) shall be received and held by the Trustee in trust hereunder pending delivery of additional Equipment. Upon the filing with it of a Request and an Officer's Certificate which shall specify the kind and number of units of Equipment to be purchased, such moneys shall, upon receipt by the Trustee of certificates, bills of sale and Opinions of Counsel, all in like manner as is provided in Section 3.4 hereof, be applied by the Trustee to the purchase of such Equipment.

SECTION 4.10. The Railroad covenants and agrees to indemnify the Trustee against any and all claims arising out of or connected with the ownership or use of any of the Trust

Equipment, and particularly against any and all claims arising out of the use of any patented inventions in and about the Trust Equipment, and to comply in all respects with the laws of the United States of America and of all the states and other jurisdictions in which the Trust Equipment, or any thereof, may be operated, and with all lawful acts, rules, regulations and orders of the Department of Transportation, the Interstate Commerce Commission and all other commissions, boards and other legislative, executive, administrative or judicial bodies or officers having power to regulate or supervise any of the Trust Equipment, including without limitation all lawful acts, rules, regulations and orders of any body having competent jurisdiction relating to automatic coupler devices or attachments, air brakes or other appliances; *provided, however*, that the Railroad may in good faith contest the validity of any such law, act, rule, regulation or order, or the application thereof to the Trust Equipment or any part thereof, in any reasonable manner which will not in the judgment of the Trustee materially endanger the rights or interests of the Trustee or of the holders of the Trust Certificates or dividend warrants. The Railroad shall not be relieved from any of its obligations hereunder by reason of the assertion or enforcement of any such claims or the commencement or prosecution of any litigation in respect thereof.

ARTICLE V

EVENTS OF DEFAULT AND REMEDIES

SECTION 5.1. The Railroad covenants and agrees that in case

- (a) the Railroad shall default in the payment of any part of the rental payable hereunder (including advance

rental) for more than 30 days after the same shall have become due and payable; or

(b) the Railroad shall make or suffer any unauthorized assignment or transfer of its rights hereunder (not within the purview of clause (d) or (e) of this paragraph) or shall make any unauthorized transfer or sublease of (including, for the purpose of this clause, any contract for the use of) any of the Trust Equipment (as provided in Section 4.8 hereof or otherwise) or, except as herein authorized, shall part with the possession of any of the Trust Equipment, and shall fail or refuse either to cause such assignment or transfer or sublease to be canceled by agreement of all parties having any interest therein and recover possession of such Trust Equipment within 30 days after the Trustee shall have demanded in writing such cancellation and recovery of possession, or within said 30 days to deposit with the Trustee a sum in cash equal to the Fair Value, as of the date of such unauthorized action, of the Trust Equipment so assigned or transferred or subleased or the possession of which shall have been parted with otherwise than as herein authorized (any sum so deposited to be returned to the Railroad upon the cancellation of such assignment, transfer or sublease and the recovery of possession by the Railroad of such Trust Equipment); or

(c) the Railroad shall, for more than 90 days after the Trustee shall have demanded in writing performance thereof, fail or refuse to comply with any other of the terms and covenants hereof on its part to be kept and performed, or to make provision satisfactory to the Trustee for such compliance; or

(d) a petition for reorganization under Section 77 of the Bankruptcy Act, as now constituted or as said Section 77 may be hereafter amended, shall be filed by or against the Railroad or the Guarantor and, unless such petition

shall have been dismissed, nullified, stayed or otherwise rendered ineffective (but then only so long as such stay shall continue in force or such ineffectiveness shall continue), all the obligations of the Railroad or the Guarantor, as the case may be, under this Agreement (including obligations under the guaranty endorsed on the Trust Certificates) shall not have been duly assumed in writing, pursuant to a court order or decree, by a trustee or trustees appointed (whether or not subject to ratification) in such proceedings in such manner that such obligations shall have the same status as obligations incurred by such trustee or trustees, within 30 days after such appointment, if any, or 60 days after such petition shall have been filed, whichever shall be earlier; or

(e) any other proceeding shall be commenced by or against the Railroad or the Guarantor for any relief under any bankruptcy or insolvency law, or law relating to the relief of debtors, readjustments of indebtedness, reorganizations, arrangements, compositions or extension (other than a law which does not permit any readjustment of the obligations of the Railroad or the Guarantor hereunder or under the guaranty endorsed on the Trust Certificates), and, unless such proceedings shall have been dismissed, nullified, stayed or otherwise rendered ineffective (but then only so long as such stay shall continue in force or such ineffectiveness shall continue), all the obligations of the Railroad or the Guarantor, as the case may be, under this Agreement (including obligations under the guaranty endorsed on the Trust Certificates) shall not have been duly assumed in writing, pursuant to a court order or decree, by a trustee or trustees or receiver or receivers appointed (whether or not subject to ratification) for the Railroad or the Guarantor, as the case may be, or for its property in connection with any such proceedings in such manner that such obligations shall have the same status as obligations incurred by such

trustee or trustees or receiver or receivers, within 30 days after such appointment, if any, or 60 days after such proceedings shall have been commenced, whichever shall be earlier;

then, in any such case (herein sometimes called an event of default), the Trustee in its discretion may, and upon the written request of the holders of not less than 25% in principal amount of the then outstanding Trust Certificates shall, by notice in writing delivered to the Railroad and the Guarantor, declare to be due and payable forthwith the entire amount of the rentals (including any unpaid advance rental, but not including rentals required for the payment of dividends accruing after the date of such declaration) payable by the Railroad as set forth in Section 4.4 hereof and not theretofore paid. Thereupon the entire amount of such rentals shall forthwith become and shall be due and payable immediately without further demand, together with interest at the Penalty Rate, to the extent legally enforceable, on any portion thereof overdue; and the Trustee shall be entitled to recover judgment for the total amount so becoming payable by the Railroad, together with interest thereon at the Penalty Rate to the extent legally enforceable, and to collect such judgment out of any property of the Railroad wherever situated.

In addition, in case one or more events of default shall happen, the Trustee in its discretion may, and upon the written request of the holders of not less than 25% in principal amount of the then outstanding Trust Certificates shall, by notice in writing delivered to the Railroad and the Guarantor, declare the principal of all the Trust Certificates then outstanding to be due and payable, and thereupon the same shall become and be immediately due and payable.

SECTION 5.2. In the case of the happening of any event of default, the Trustee may by its agents enter upon the railroad and premises of the Railroad and of any Affiliate and take possession of all or any part of the Trust Equipment and withdraw the same from said railroad and premises, retaining all payments which up to that time may have been made on account of rental for the Trust Equipment and otherwise, and shall be entitled to collect, receive and retain all unpaid *per diem*, mileage or other charges of any kind earned by the Trust Equipment or any part thereof, and may lease the Trust Equipment or any part thereof, or with or without retaking possession thereof (but only after declaring due and payable the entire amount of rentals payable by the Railroad as provided in Section 5.1 hereof) may sell the same or any part thereof, free from any and all claims of the Railroad at law or in equity, in one lot and as an entirety or in separate lots, in so far as may be necessary to perform and fulfill the trust hereunder, at public or private sale, for cash or upon credit, in its discretion, and may proceed otherwise to enforce its rights and the rights of the holders of interests hereunder in the manner herein provided. Upon any such sale, the Trustee itself may bid for the property offered for sale or any part thereof. Any such sale may be held or conducted at such place and at such time as the Trustee may specify, or as may be required by law, and without gathering at the place of sale the Trust Equipment to be sold, and in general in such manner as the Trustee may determine, but so that the Railroad and the Guarantor may and shall have a reasonable opportunity to bid at any such sale. Upon such taking possession or withdrawal or lease or sale of the Trust Equipment, the Railroad shall cease to have any rights or remedies in respect of the Trust Equipment hereunder, but all such rights and remedies shall be

deemed thenceforth to have been waived and surrendered by the Railroad, and no payments theretofore made by the Railroad for the rent or use of the Trust Equipment or any of it shall, in case of the happening of any event of default and such taking possession, withdrawal, lease or sale by the Trustee, give to the Railroad any legal or equitable interest or title in or to the Trust Equipment or any of it or any cause or right of action at law or in equity in respect of the Trust Equipment against the Trustee or the holders of interests hereunder. No such taking possession, withdrawal, lease or sale of the Trust Equipment by the Trustee shall be a bar to the recovery by the Trustee from the Railroad of rentals then or thereafter due and payable, and the Railroad shall be and remain liable for the same until such sums shall have been realized as, with the proceeds of the lease or sale of the Trust Equipment, shall be sufficient for the discharge and payment in full of all the items mentioned in Section 4.4 hereof (other than dividends or interest not then accrued), whether or not they shall have then matured. The holders of a majority in principal amount of the then outstanding Trust Certificates shall have the right from time to time to direct which of the proceedings above provided for shall be taken for enforcement of the remedies contained herein.

SECTION 5.3. If, in case of the happening of any event of default, the Trustee shall exercise any of the powers conferred upon it by Sections 5.1 and 5.2 hereof, all payments made by the Railroad or the Guarantor to the Trustee hereunder after such event of default, and the proceeds of any judgment collected hereunder from the Railroad or the Guarantor by the Trustee, and the proceeds of every sale or lease by the Trustee of any of the Trust Equipment, together with

any other sums which may then be held by the Trustee under any of the provisions hereof (other than sums held in trust for the payment of specific Trust Certificates and/or dividend warrants), shall be applied by the Trustee to the payment in the following order of priority: (a) of all proper charges, expenses or advances made or incurred by the Trustee in accordance with the provisions of this Agreement, and (b) of the dividends then due, with interest on overdue dividends at the Penalty Rate to the extent legally enforceable, and of the principal of all the outstanding Trust Certificates, with interest thereon at the Penalty Rate to the extent legally enforceable from the last preceding dividend date, whether such Trust Certificates shall have then matured by their terms or not, all such payments to be in full if such proceeds shall be sufficient, and if not sufficient, then *pro rata* without preference between principal and dividends.

After all such payments shall have been made in full, the title to any of the Trust Equipment remaining unsold shall be conveyed by the Trustee to the Railroad free from any further liabilities or obligations to the Trustee hereunder. If after applying all such sums of money realized by the Trustee as aforesaid there shall remain any amount due to the Trustee under the provisions hereof, the Railroad agrees to pay the amount of such deficit to the Trustee. If after applying as aforesaid the sums of money realized by the Trustee there shall remain a surplus in the possession of the Trustee, such surplus shall be paid to the Railroad or the Guarantor, as their interests may appear.

SECTION 5.4. If at any time after the principal of all the Trust Certificates shall have been declared and become due and payable or if at any time after the entire amount of

rentals shall have been declared and become due and payable, all as in Section 5.1 hereof provided, but before the date for payment of the last installment of principal of the Trust Certificates, all arrears of rent (with interest at the Penalty Rate upon any overdue installments), the expenses and reasonable compensation of the Trustee, together with all expenses of the trust occasioned by the Railroad's default, and all other sums which shall have become due and payable by the Railroad hereunder (other than the principal of Trust Certificates and any other rental installments which shall not at the time have matured according to their terms), shall be paid before any sale or lease by the Trustee of any of the Trust Equipment, and every other default in the observance or performance of any covenant or condition hereof shall be made good or secured to the satisfaction of the Trustee, or provision deemed by the Trustee to be adequate shall be made therefor, then, and in every such case, the Trustee, if so requested by the holders of a majority in principal amount of the Trust Certificates then outstanding, shall by written notice to the Railroad and the Guarantor waive the default by reason of which there shall have been such declaration or declarations and the consequences of such default, but no such waiver shall extend to or affect any subsequent default or impair any right consequent thereon.

SECTION 5.5. No retaking of possession of the Trust Equipment by the Trustee, or any withdrawal, lease or sale thereof, nor any action or failure or omission to act against the Railroad or in respect of the Trust Equipment, on the part of the Trustee or on the part of the holder of any Trust Certificate or dividend warrant, nor any delay or indulgence granted to the Railroad by the Trustee or by any such holder,

shall affect the obligations of the Railroad hereunder or the obligations of the Railroad and the Guarantor under the guaranty endorsed on the Trust Certificates. The Railroad hereby waives presentation and demand in respect of any of the Trust Certificates and dividend warrants and waives notice of presentation, of demand and of any default in the payment of the principal of and dividends on the Trust Certificates.

SECTION 5.6. In case the Trustee shall demand possession of the Trust Equipment pursuant to the provisions hereof and shall reasonably designate a point or points upon the railroad of the Railroad or of any Affiliate for the delivery of the Trust Equipment to it, the Railroad shall at its own expense forthwith and in the usual manner cause the Trust Equipment to be moved to such point or points on such railroads as shall be designated by the Trustee and shall there deliver or cause to be delivered the same to the Trustee, or the Trustee may at its option keep the Trust Equipment on any of the lines of railroad or premises of the Railroad or of any Affiliate until the Trustee shall have leased, sold or otherwise disposed of the same, and for such purpose the Railroad agrees to furnish without charge for rent or storage the necessary facilities at any convenient point or points selected by the Trustee. It is hereby expressly covenanted and agreed that the performance of this covenant is of the essence of this Agreement and that upon application to any court having jurisdiction in the premises, the Trustee shall be entitled to a decree against the Railroad requiring the specific performance thereof.

SECTION 5.7. The remedies in this Agreement provided in favor of the Trustee and the holders of the Trust Certificates or dividend warrants, or any of them, shall not be deemed exclusive, but shall be cumulative, and shall be in addi-

ARTICLE VIII

MISCELLANEOUS

SECTION 8.1. Any request or other instrument provided by this Agreement to be signed or executed by holders of Trust Certificates may be in any number of concurrent instruments of similar tenor, and may be executed by such holders in person or by an agent or attorney appointed by an instrument in writing. Proof of the execution of any such request or other instrument, or of a writing appointing any such agent or attorney, or of the holding by any person of Trust Certificates, shall be sufficient for any purpose hereof and shall be conclusive in favor of the Trustee with regard to any action taken by the Trustee under such request or other instrument if made in the following manner:

(a) The fact and date of the execution by any person of any such request or of any other instrument in writing may be proved by the affidavit of a witness to such execution, or by the certificate of any notary public or of any other officer authorized to take acknowledgments of deeds to be recorded in the state where the acknowledgment may be taken, certifying that the person signing such request or other instrument acknowledged to him the execution thereof.

(b) The amount and serial numbers of Trust Certificates with dividend warrants not registered as to principal held by any person executing any such request or other instrument as a holder of Trust Certificates, and the date of his holding the same, may be proved by a certificate executed by any trust company, bank or other depository, wheresoever situated, whose certificate shall be deemed by the Trustee to be satisfactory, showing that

at the date therein mentioned such person had on deposit with or exhibited to such depositary the Trust Certificates numbered and described in such certificate. The Trustee may presume the continuance of any such holding unless and until it shall receive proof satisfactory to it to the contrary.

(c) The ownership of fully registered Trust Certificates and Trust Certificates with dividend warrants registered as to principal shall be determined by the registry books to be kept as provided in Section 7.3 hereof.

SECTION 8.2. Nothing expressed or implied herein is intended or shall be construed to confer upon or to give to any person, firm or corporation, other than the parties hereto and the holders of the Trust Certificates and dividend warrants, any right, remedy or claim under or by reason of this Agreement or of any term, covenant or condition hereof, and all the terms, covenants, conditions, promises and agreements contained herein shall be for the sole and exclusive benefit of the parties hereto and their successors and of the holders of the Trust Certificates and dividend warrants.

SECTION 8.3. Except as otherwise provided herein, the provisions of this Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective successors and assigns.

SECTION 8.4. All demands, notices and communications hereunder shall be in writing and shall be deemed to have been duly given if personally delivered or mailed by registered mail (a) to the Railroad at 509 Seventeenth Street, Denver, Colorado, 80217, or at such other address as may hereafter be furnished to the Trustee and the Guarantor in writing by the

Railroad, (b) to the Guarantor, at 176 East Fifth Street, St. Paul, Minnesota 55101, or at such other address as may hereafter be furnished to the Railroad and the Trustee in writing by the Guarantor and (c) to the Trustee, at Seventeenth and Champa Streets, Denver, Colorado 80217, or at such other address as may hereafter be furnished to the Railroad and the Guarantor in writing by the Trustee. An affidavit by any person representing or acting on behalf of the Railroad, the Guarantor or the Trustee, as to such mailing, having the registry receipt attached, shall be conclusive evidence of the giving of such demand, notice or communication.

SECTION 8.5. This Agreement has been executed in several counterparts, each of which shall be deemed to be an original, and all such counterparts shall together constitute but one and the same instrument.

SECTION 8.6. This Agreement shall be deemed to have been executed on the date of the acknowledgment thereof by the officer of the Trustee who signed it on behalf of the Trustee.

SECTION 8.7. The provisions of this Agreement, and all the rights and obligations of the parties hereunder, shall be governed by the laws of the State of New York.

IN WITNESS WHEREOF, the parties hereto have caused their names to be signed hereto by their respective officers thereunto duly authorized and their respective corporate seals, duly

attested, to be hereunto affixed as of the day and year first written.

COLORADO NATIONAL BANK
OF DENVER,

Trustee,

By

Vice President and
Trust Officer

Attest:

Assistant Secretary
Trust Officer

(Corporate Seal)

THE COLORADO AND SOUTHERN
RAILWAY COMPANY,

By

Vice President

Attest:

Assistant Secretary

(Corporate Seal)

BURLINGTON NORTHERN INC.,

By

Vice President

Attest:

Assistant Secretary

(Corporate Seal)

from time to time do and perform any other act and will execute, acknowledge, deliver, file, register and record any and all further instruments required by law or reasonably requested by the Trustee for the purposes of proper protection of the title of the Trustee and the rights of the holders of the Trust Certificates and of fully carrying out and effectuating this Agreement and the intent hereof; and the Railroad will promptly furnish to the Trustee certificates or other evidences of filing and recording pursuant to the last preceding sentence, and of any other such filing, registration and recording, and an Opinion or Opinions of Counsel with respect thereto.

SECTION 6.5. The Railroad covenants and agrees from time to time to do all such acts and execute all such instruments of further assurance as it shall be reasonably requested by the Trustee to do or execute for the purpose of fully carrying out and effectuating this Agreement and the intent hereof.

SECTION 6.6. The Railroad covenants that it will make payment of the rentals on account of the Trust Equipment as provided in this Agreement notwithstanding that any of the Trust Certificates and dividend warrants shall have been acquired by the Railroad or shall not have been presented for payment.

ARTICLE VII

THE TRUSTEE

SECTION 7.1. The Trustee hereby accepts the trusts imposed upon it by this Agreement, and covenants and agrees to perform the same as herein expressed.

SECTION 7.2. The Trustee covenants and agrees to apply and distribute the rentals received by it under Section 4.4(B)

hereof (other than sums restored to Deposited Cash from rentals pursuant to Section 4.4(B)(1) hereof) when and as the same shall be received, and to the extent that such rentals shall be sufficient therefor, for the purposes specified in said Section 4.4(B).

SECTION 7.3. The Trustee shall cause to be kept in the City of Denver, State of Colorado, books for the registration and transfer of the Trust Certificates; and upon presentation for such purpose the Trustee will register or cause to be registered as hereinbefore provided, under such reasonable regulations as it may prescribe, any of the Trust Certificates, but not the dividend warrants, if any, attached thereto.

SECTION 7.4. The Trustee shall not be required to undertake any act or duty in the way of insuring, taking care of or taking possession of the Trust Equipment or to undertake any other act or duty under this Agreement until fully indemnified by the Railroad or by one or more of the holders of the Trust Certificates against all liability and expenses. The Trustee shall not be responsible for the filing or recording or refiling or rerecording of this Agreement, of any supplement hereto or of any statement of new numbers. The Trustee may issue and deliver Trust Certificates in advance of such filing or recording. In accepting delivery of and making payment for the Trust Equipment hereunder, or in accepting any cash payable hereunder in respect of Trust Equipment, the Trustee may rely upon and shall be fully protected by the certificates, bills of sale and Opinions of Counsel to be furnished to it under Section 3.4, 4.7 or 4.9 hereof, as the case may be, and shall not be required to make any further investigation of or inquiry concerning the matters covered thereby.

SECTION 7.5. The Trustee shall be under no obligation to take any action for the execution or enforcement of the trust hereby created unless requested thereunto in writing by the holders of not less than 25% in principal amount of the then outstanding Trust Certificates and unless indemnified to its satisfaction against expense and liability with respect thereto, and unless also furnished with proof satisfactory to it as to the ownership of the Trust Certificates in respect of which any such request may be made; but this provision, in the absence of such request, shall not affect any discretion herein given to the Trustee to determine whether it shall take action in respect of any default hereunder or what action it shall take.

SECTION 7.6. No holder of any Trust Certificate or dividend warrant shall have any right to institute any suit, action or proceeding for the execution and enforcement of the trust hereby created unless, after the aforesaid request in writing by the holders of not less than 25% in principal amount of the then outstanding Trust Certificates shall have been made to the Trustee, and after indemnity satisfactory to it shall have been provided, and after 90 days shall have elapsed after receipt by the Trustee of such request, it shall decline, fail or neglect to institute any proceedings pursuant thereto. Neither the provisions of this Section 7.6 nor the provisions of Section 7.5 hereof shall affect or limit in any way the obligations of the Guarantor under its guaranty hereinabove provided or the rights of the holders of Trust Certificates or dividend warrants to institute suit for the enforcement of payments due under said guaranty in respect of the Trust Certificates or dividend warrants.

SECTION 7.7. The Trustee may for all purposes conclusively assume that the Railroad is not in default under the terms hereof until notified in writing to the contrary by the holders of at least 10% in principal amount of the then outstanding Trust Certificates, which notice shall distinctly specify the event of default desired to be brought to the attention of the Trustee. As to any fact or matter the manner of determining which is not specifically prescribed herein, the Trustee may for all purposes rely upon an Officer's Certificate as to such fact or matter. The Trustee shall not incur any liability to anyone in relying conclusively on, and in acting upon, any notice, consent, order, certificate, warrant or other paper or instrument believed by it to be genuine or authentic and to be signed by the proper party or parties.

SECTION 7.8. Any money at any time paid to or held by the Trustee hereunder until paid out by the Trustee as herein provided may be carried as a general deposit and need not be segregated from other funds except to the extent required by law. The Trustee shall not be under any liability for interest on any moneys received by it hereunder except such as it may agree with the Railroad to pay thereon.

At any time, and from time to time, if at the time there shall be no default under the terms of this Agreement or of any supplement hereto, the Trustee, on Request, shall invest and reinvest Deposited Cash and Replacement Funds held by it in such Government Securities as are set forth in such Request, such Government Securities to be held by the Trustee in trust for the benefit of the holders of the Trust Certificates and dividend warrants.

The Trustee may, and on Request shall, in the event funds are required for payment against delivery of any Equipment,

sell such Government Securities, or any portion thereof, and restore to Deposited Cash or Replacement Funds, as the case may be, the proceeds of any such sale up to the amount paid for such Government Securities, including accrued interest.

The Trustee shall restore to Deposited Cash or Replacement Funds, as the case may be, out of rent received by it for that purpose under the provisions of Section 4.4(B)(1) hereof, an amount equal to any expenses incurred in connection with any purchase or sale of Government Securities and also an amount equal to any loss of principal incident to the sale or redemption of any Government Securities for a sum less than the amounts paid therefor, including accrued interest. The Railroad, if not in default under the terms hereof or any supplement hereto, shall be entitled to receive any interest or profit which may be realized from any sale or redemption of Government Securities or any portion thereof.

SECTION 7.9. The Trustee shall not be liable to anyone for any delay in the delivery of any of the Trust Equipment, or for any default on the part of the vendor or vendors thereof or of the Railroad or Guarantor, or for any defect in any of the Trust Equipment or in the title thereto, nor shall anything herein be construed as a warranty on the part of the Trustee in respect thereof or as a representation in respect of the value thereof or in respect of the title thereto.

The Trustee may perform its powers and duties hereunder by or through such attorneys, agents and servants as it shall appoint, and shall be entitled to rely upon the advice of counsel (who may be counsel to the Railroad), and shall be answerable only for its own acts, negligence and wilful defaults and not for the default or misconduct of any attorney, agent or servant appointed by it with reasonable care. The Trustee shall

not be responsible in any way for the recitals herein contained or for the execution or validity of this Agreement or of the Trust Certificates (except for its own execution thereof), or for the guaranty by the Railroad or the Guarantor, or for any mistake of fact or law.

The Trustee shall be entitled to receive payment of all its expenses and disbursements hereunder, including reasonable counsel fees, and to receive reasonable compensation for all services rendered by it in the execution of the trust hereby created, all of which shall be paid by the Railroad.

The Trustee in its individual capacity may own, hold and dispose of Trust Certificates and dividend warrants with the same rights which it would have if it were not Trustee.

Any moneys at any time held by the Trustee hereunder shall, until paid out or invested by the Trustee as herein provided, be held by it in trust as herein provided for the benefit of the holders of the Trust Certificates and dividend warrants.

SECTION 7.10. If at any time the Trustee or any successor to it in the trust hereby created shall desire to divest itself of title to the Trust Equipment, and to terminate its duties and obligations and rights hereunder and under the Trust Certificates, it shall so notify the Railroad in writing, and the Railroad shall thereupon designate in writing to the Trustee a bank or a trust company, qualified as below specified, to serve until a successor is appointed by the holders of Trust Certificates as hereinafter provided, to which may be assigned the entire right, title and interest of the Trustee or such successor in the Trust Equipment, and in which may be vested the rights, powers, duties and obligations of the Trustee hereunder and under the Trust Certificates. Upon the transfer and

delivery of all moneys and Trust Equipment held by the retiring trustee, and the execution by the retiring trustee of such instruments of transfer as may be reasonably requested by the successor trustee, and upon acceptance by the successor trustee of the assignment and of the trust, the retiring trustee shall be relieved and discharged of all the title, rights, powers, duties and obligations of the trust hereunder and under the Trust Certificates, and the same shall become vested in such successor trustee, and every provision hereof applicable to the retiring trustee shall apply to such successor trustee with like effect as if such successor trustee had been originally named herein in the place and stead of the retiring trustee. In the event that the Railroad shall fail to designate such a successor trustee by instrument in writing delivered to the retiring trustee within two weeks from the time of receiving such notice in writing from the retiring trustee, the retiring trustee may thereupon designate such successor trustee. The foregoing provisions are, however, subject to the right of the holders of the majority in principal amount of the then outstanding Trust Certificates by an instrument in writing to appoint any successor trustee, if such appointment is made within one year from the date of the giving of such notice to the Railroad. The Railroad shall execute all writings recognizing the transfer of title as aforesaid and all instruments of further assurance or otherwise as reasonably may be requested by the successor trustee in the premises, and will do and perform any and all acts necessary to establish and maintain the title and rights of the successor trustee in and to the Trust Equipment. Every successor trustee shall be a national bank, or bank or a trust company doing business in the Borough of Manhattan, City and State of New York, having a capital and surplus aggregating at least \$10,000,000, if there be such a bank or

trust company willing and able to accept the trust upon reasonable and customary terms and duly qualified to act as such trustee.

SECTION 7.11. Any corporation resulting from any merger or consolidation to which the Trustee or any successor to it shall be a party, or any corporation in any manner succeeding to all or substantially all the business of the Trustee or any successor trustee, provided such corporation shall be a national bank, or a bank or a trust company doing business in the Borough of Manhattan, City and State of New York, and shall have a capital and surplus aggregating at least \$10,000,000, shall be the successor trustee hereunder without the execution or filing of any paper or any further act on the part of any of the parties hereto, anything herein to the contrary notwithstanding.

SECTION 7.12. Notwithstanding any provision of this Agreement, any moneys paid to the Trustee which are applicable to the payment of the principal of or dividend on any Trust Certificates which remain unclaimed for five years after the day when such moneys were due and payable shall then be repaid to the Railroad upon Request, and the holders of such Trust Certificates shall thereafter be entitled to look only to the Railroad for payment thereof and all liability of the Trustee with respect to such moneys shall thereupon cease; *provided, however*, that before the repayment of such moneys to the Railroad as aforesaid, the Trustee may first publish a notice, in such form as may be deemed appropriate by the Trustee, in respect of the Trust Certificates so payable and not presented and in respect of the provisions hereof relating to the repayment to the Railroad of the moneys held for the payment thereof.

ARTICLE VIII

MISCELLANEOUS

SECTION 8.1. Any request or other instrument provided by this Agreement to be signed or executed by holders of Trust Certificates may be in any number of concurrent instruments of similar tenor, and may be executed by such holders in person or by an agent or attorney appointed by an instrument in writing. Proof of the execution of any such request or other instrument, or of a writing appointing any such agent or attorney, or of the holding by any person of Trust Certificates, shall be sufficient for any purpose hereof and shall be conclusive in favor of the Trustee with regard to any action taken by the Trustee under such request or other instrument if made in the following manner:

(a) The fact and date of the execution by any person of any such request or of any other instrument in writing may be proved by the affidavit of a witness to such execution, or by the certificate of any notary public or of any other officer authorized to take acknowledgments of deeds to be recorded in the state where the acknowledgment may be taken, certifying that the person signing such request or other instrument acknowledged to him the execution thereof.

(b) The amount and serial numbers of Trust Certificates with dividend warrants not registered as to principal held by any person executing any such request or other instrument as a holder of Trust Certificates, and the date of his holding the same, may be proved by a certificate executed by any trust company, bank or other depository, wheresoever situated, whose certificate shall be deemed by the Trustee to be satisfactory, showing that

at the date therein mentioned such person had on deposit with or exhibited to such depositary the Trust Certificates numbered and described in such certificate. The Trustee may presume the continuance of any such holding unless and until it shall receive proof satisfactory to it to the contrary.

(c) The ownership of fully registered Trust Certificates and Trust Certificates with dividend warrants registered as to principal shall be determined by the registry books to be kept as provided in Section 7.3 hereof.

SECTION 8.2. Nothing expressed or implied herein is intended or shall be construed to confer upon or to give to any person, firm or corporation, other than the parties hereto and the holders of the Trust Certificates and dividend warrants, any right, remedy or claim under or by reason of this Agreement or of any term, covenant or condition hereof, and all the terms, covenants, conditions, promises and agreements contained herein shall be for the sole and exclusive benefit of the parties hereto and their successors and of the holders of the Trust Certificates and dividend warrants.

SECTION 8.3. Except as otherwise provided herein, the provisions of this Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective successors and assigns.

SECTION 8.4. All demands, notices and communications hereunder shall be in writing and shall be deemed to have been duly given if personally delivered or mailed by registered mail (a) to the Railroad at 509 Seventeenth Street, Denver, Colorado, 80217, or at such other address as may hereafter be furnished to the Trustee and the Guarantor in writing by the

Railroad, (b) to the Guarantor, at 176 East Fifth Street, St. Paul, Minnesota 55101, or at such other address as may hereafter be furnished to the Railroad and the Trustee in writing by the Guarantor and (c) to the Trustee, at Seventeenth and Champa Streets, Denver, Colorado 80217, or at such other address as may hereafter be furnished to the Railroad and the Guarantor in writing by the Trustee. An affidavit by any person representing or acting on behalf of the Railroad, the Guarantor or the Trustee, as to such mailing, having the registry receipt attached, shall be conclusive evidence of the giving of such demand, notice or communication.

SECTION 8.5. This Agreement has been executed in several counterparts, each of which shall be deemed to be an original, and all such counterparts shall together constitute but one and the same instrument.

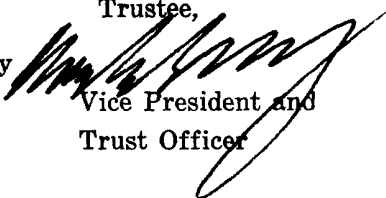
SECTION 8.6. This Agreement shall be deemed to have been executed on the date of the acknowledgment thereof by the officer of the Trustee who signed it on behalf of the Trustee.


SECTION 8.7. The provisions of this Agreement, and all the rights and obligations of the parties hereunder, shall be governed by the laws of the State of New York.

IN WITNESS WHEREOF, the parties hereto have caused their names to be signed hereto by their respective officers thereunto duly authorized and their respective corporate seals, duly

attested, to be hereunto affixed as of the day and year first written.

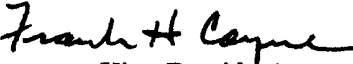
COLORADO NATIONAL BANK
OF DENVER,


Trustee,
By 
Vice President and
Trust Officer

Attest: 
Assistant Secretary
Trust Officer

(Corporate Seal)

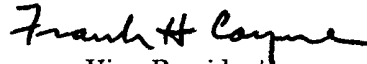
THE COLORADO AND SOUTHERN
RAILWAY COMPANY,

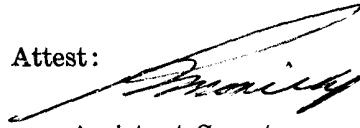
By 
Vice President

Attest: 
Assistant Secretary

(Corporate Seal)

BURLINGTON NORTHERN INC.,

By 
Vice President

Attest: 
Assistant Secretary

(Corporate Seal)

STATE OF COLORADO }
COUNTY OF DENVER } ss.:

On this 30th day of March, 1972, before me personally appeared Charles H. Henry to me personally known, who, being by me duly sworn, says that he is a Vice President and Trust Officer of the COLORADO NATIONAL BANK OF DENVER, that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

Notary Public

My commission expires: May 14, 1973

(Notarial Seal)

Audrey M. Rosenbach

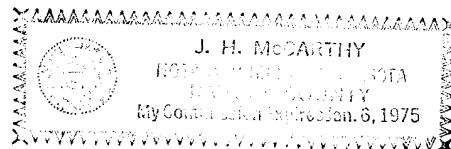
STATE OF MINNESOTA }
COUNTY OF RAMSEY } ss.:

On this 29th day of March, 1972, before me personally appeared Frank H. Coyne to me personally known, who, being by me duly sworn, says that he is a Vice President of THE COLORADO AND SOUTHERN RAILWAY COMPANY, that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

J. H. McCarthy
Notary Public

My commission expires:

(Notarial Seal)



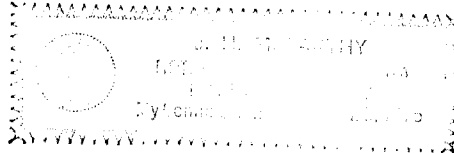
STATE OF MINNESOTA }
COUNTY OF RAMSEY } ss.:

On this ^{29th} day of *March*, 1972, before me personally appeared *Frank H. Coyne* to me personally known, who, being by me duly sworn, says that he is a Vice President of BURLINGTON NORTHERN INC., that one of the seals affixed to the foregoing instrument is the corporate seal of said corporation, that said instrument was signed and sealed on behalf of said corporation by authority of its Board of Directors and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

J. H. McCarthy
Notary Public

My commission expires:

(Notarial Seal)



SCHEDULE A

Item 1: Description of Equipment.

Number of Units	Description	Railroad's Road Numbers (Inclusive)	Estimated Cost
18	3,000 H.P. six axle road locomotives	900-917	\$5,850,000
150	52'6" 100-ton gondola cars with solid bottom, solid end, high side and roller bearings	565450-565599	2,100,000
50	65'6" 100-ton mill type gondola cars with solid bottom, solid end and roller bearings	567850-567899	790,000
100	56'8" 70-ton bulkhead flat cars	616375-616474	1,800,000
100	60' 100-ton box cars, insulated with load dividers, cushion underframe, Air-pak protection and 10' plug doors	2965- 3065 ³⁰⁶⁷	2,930,000
10	Extended cupola cabooses	10637-10646	301,900

Item 2: Installments of principal payable on April 1 in each year, beginning April 1, 1973, and ending April 1, 1987.